

**SSB 6896 - S AMD 384**  
By Senator Prentice

**ADOPTED 3/6/2006**

1 Strike everything after the enacting clause and insert the  
2 following:

3 "NEW SECTION. **Sec. 1.** A new section is added to chapter 41.45 RCW  
4 to read as follows:

5 The pension funding stabilization account is created in the state  
6 treasury. Moneys in the account may be spent only after appropriation.  
7 Expenditures from the account may be used only for payment of state  
8 government employer contributions for members of the public employees'  
9 retirement system, the teachers' retirement system, the school  
10 employees' retirement system, and the public safety employees'  
11 retirement system. The account may not be used to pay for any new  
12 benefit or for any benefit increase that takes effect after July 1,  
13 2005. An increase that is provided in accordance with a formula that  
14 is in existence on July 1, 2005, is not considered a benefit increase  
15 for this purpose. Moneys in the account shall be for the exclusive use  
16 of the specified retirement systems and invested by the state  
17 investment board pursuant to RCW 43.33A.030 and 43.33A.170. For  
18 purposes of RCW 43.135.035, expenditures from the pension funding  
19 stabilization account shall not be considered a state program cost  
20 shift from the state general fund to another account.

21 NEW SECTION. **Sec. 2.** A new section is added to chapter 41.45 RCW  
22 to read as follows:

23 (1) The state investment board has the full power to invest,  
24 reinvest, manage, contract, sell, or exchange investment moneys in the  
25 pension funding stabilization account. The pension funding  
26 stabilization account shall be considered to be a public pension or  
27 retirement fund within the meaning of Article XXIX, section 1 of the  
28 state Constitution, for the purpose of determining eligible investments  
29 and deposits of the moneys therein. All investment and operating costs

1 associated with the investment of money shall be paid pursuant to RCW  
2 43.33A.160 and 43.84.160. With the exception of these expenses, the  
3 earnings from the investment of the money shall be retained by the  
4 account.

5 (2) All investments made by the state investment board shall be  
6 made with the exercise of that degree of judgment and care pursuant to  
7 RCW 43.33A.140 and the investment policies established by the state  
8 investment board.

9 (3) As deemed appropriate by the state investment board, moneys in  
10 the account may be commingled for investment with other funds subject  
11 to investment by the board.

12 NEW SECTION. **Sec. 3.** A new section is added to chapter 41.45 RCW  
13 to read as follows:

14 (1) It is the intent of the legislature to provide for the  
15 systematic funding of the plan 1 unfunded accrued actuarial liabilities  
16 in a manner that promotes contribution rate adequacy and stability for  
17 the affected systems. The rates established in this section shall be  
18 collected in addition to the rates established pursuant to RCW  
19 41.45.062.

20 (2) Beginning September 1, 2006, a 1.29 percent contribution is  
21 established as part of the basic state and employer contribution rate  
22 for the teachers' retirement system, to be used for the sole purpose of  
23 amortizing the unfunded accrued actuarial liability in the teachers'  
24 retirement system plan 1.

25 (3) Beginning September 1, 2006, a 0.87 percent contribution is  
26 established as part of the basic state and employer contribution rate  
27 for the school employees' retirement system, to be used for the sole  
28 purpose of amortizing the unfunded accrued actuarial liability in the  
29 public employees' retirement system plan 1.

30 (4) Beginning January 1, 2007, a 1.77 percent contribution is  
31 established as part of the basic state and employer contribution rate  
32 for the public employees' retirement system and the public safety  
33 employees' retirement system, to be used for the sole purpose of  
34 amortizing the unfunded accrued actuarial liability in the public  
35 employees' retirement system plan 1.

36 (5) The contribution rates in this section shall be collected  
37 through June 30, 2007, for the public employees' retirement system and  
38 the public safety employees' retirement system and August 31, 2007, for

1 the teachers' retirement system and the school employees' retirement  
2 system.

3 (6) Upon completion of the 2005 actuarial valuation, the pension  
4 funding council and the state actuary shall review the contribution  
5 rates for the plan 1 unfunded actuarial accrued liability for fiscal  
6 year 2008 and fiscal year 2009 and by September 30, 2006, the pension  
7 funding council shall adopt contribution rates to complete the three-  
8 year phase-in schedule, adjusted for any material changes in benefits  
9 or actuarial assumptions, methods, and experience. The expected  
10 present value of projected contributions during the three-year phase-in  
11 period shall be the same as the expected present value of projected  
12 contributions that would have been collected without the phase-in, as  
13 determined by the state actuary and adjusted for any material changes  
14 in benefits or actuarial assumptions, methods, or experience.

15 NEW SECTION. **Sec. 4.** The sum of three hundred fifty million  
16 dollars is appropriated for the fiscal year ending June 30, 2006, from  
17 the general fund to the pension funding stabilization account for the  
18 purposes of section 1 of this act.

19 NEW SECTION. **Sec. 5.** The sum of two hundred million dollars is  
20 appropriated for the fiscal year ending June 30, 2006, from the general  
21 fund to the health services account for the purposes of providing  
22 fiscal stability for the account.

23 NEW SECTION. **Sec. 6.** The sum of two hundred seventy-five million  
24 dollars is appropriated for the fiscal year ending June 30, 2006, from  
25 the general fund to the student achievement fund for the purposes of  
26 providing fiscal stability for the fund.

27 **Sec. 7.** RCW 43.135.025 and 2000 2nd sp.s. c 2 s 1 are each amended  
28 to read as follows:

29 (1) The state shall not expend from the general fund during any  
30 fiscal year state moneys in excess of the state expenditure limit  
31 established under this chapter.

32 (2) Except pursuant to a declaration of emergency under RCW  
33 43.135.035 or pursuant to an appropriation under RCW 43.135.045(4)(b),  
34 the state treasurer shall not issue or redeem any check, warrant, or  
35 voucher that will result in a state general fund expenditure for any

1 fiscal year in excess of the state expenditure limit established under  
2 this chapter. A violation of this subsection constitutes a violation  
3 of RCW 43.88.290 and shall subject the state treasurer to the penalties  
4 provided in RCW 43.88.300.

5 (3) The state expenditure limit for any fiscal year shall be the  
6 previous fiscal year's state expenditure limit increased by a  
7 percentage rate that equals the fiscal growth factor.

8 (4) For purposes of computing the state expenditure limit for the  
9 fiscal year beginning July 1, 1995, the phrase "the previous fiscal  
10 year's state expenditure limit" means the total state expenditures from  
11 the state general fund, not including federal funds, for the fiscal  
12 year beginning July 1, 1989, plus the fiscal growth factor. This  
13 calculation is then computed for the state expenditure limit for fiscal  
14 years 1992, 1993, 1994, and 1995, and as required under RCW  
15 43.135.035(4).

16 (5) A state expenditure limit committee is established for the  
17 purpose of determining and adjusting the state expenditure limit as  
18 provided in this chapter. The members of the state expenditure limit  
19 committee are the director of financial management, the attorney  
20 general or the attorney general's designee, and the chairs of the  
21 senate committee on ways and means and the house of representatives  
22 committee on appropriations. All actions of the state expenditure  
23 limit committee taken pursuant to this chapter require an affirmative  
24 vote of at least three members.

25 (6) Each November, the state expenditure limit committee shall  
26 adjust the expenditure limit for the preceding fiscal year based on  
27 actual expenditures and known changes in the fiscal growth factor and  
28 then project an expenditure limit for the next two fiscal years. In  
29 calculating the expenditure limit for fiscal year 2006, the calculation  
30 shall be the expenditure limit established by the state expenditure  
31 limit committee in November 2005 adjusted as provided by this chapter  
32 and adjusted to include the fiscal year 2006 state general fund  
33 appropriations to the pension funding stabilization account, the health  
34 services account, and the student achievement fund in chapter . . . ,  
35 Laws of 2006 (this act). If, by November 30th, the state expenditure  
36 limit committee has not adopted the expenditure limit adjustment and  
37 projected expenditure limit as provided in subsection (5) of this  
38 section, the attorney general or his or her designee shall adjust or  
39 project the expenditure limit, as necessary.

1 (7) "Fiscal growth factor" means the average of the sum of  
2 inflation and population change for each of the prior three fiscal  
3 years.

4 (8) "Inflation" means the percentage change in the implicit price  
5 deflator for the United States for each fiscal year as published by the  
6 federal bureau of labor statistics.

7 (9) "Population change" means the percentage change in state  
8 population for each fiscal year as reported by the office of financial  
9 management.

10 **Sec. 8.** RCW 43.135.035 and 2005 c 72 s 2 are each amended to read  
11 as follows:

12 (1) After July 1, 1995, any action or combination of actions by the  
13 legislature that raises state revenue or requires revenue-neutral tax  
14 shifts may be taken only if approved by a two-thirds vote of each  
15 house, and then only if state expenditures in any fiscal year,  
16 including the new revenue, will not exceed the state expenditure limits  
17 established under this chapter. However, for legislation enacted  
18 between the effective date of this 2005 act and June 30, 2007, any  
19 action or combination of actions by the legislature that raises state  
20 revenue or requires revenue-neutral tax shifts may be taken with the  
21 approval of a majority of members elected to each house, so long as  
22 state expenditures in any fiscal year, including the new revenue, will  
23 not exceed the state expenditure limits established under this chapter.

24 (2)(a) If the legislative action under subsection (1) of this  
25 section will result in expenditures in excess of the state expenditure  
26 limit, then the action of the legislature shall not take effect until  
27 approved by a vote of the people at a November general election. The  
28 state expenditure limit committee shall adjust the state expenditure  
29 limit by the amount of additional revenue approved by the voters under  
30 this section. This adjustment shall not exceed the amount of revenue  
31 generated by the legislative action during the first full fiscal year  
32 in which it is in effect. The state expenditure limit shall be  
33 adjusted downward upon expiration or repeal of the legislative action.

34 (b) The ballot title for any vote of the people required under this  
35 section shall be substantially as follows:

36 "Shall taxes be imposed on . . . . . in order to allow a  
37 spending increase above last year's authorized spending adjusted for  
38 inflation and population increases?"

1 (3)(a) The state expenditure limit may be exceeded upon declaration  
2 of an emergency for a period not to exceed twenty-four months by a law  
3 approved by a two-thirds vote of each house of the legislature and  
4 signed by the governor. The law shall set forth the nature of the  
5 emergency, which is limited to natural disasters that require immediate  
6 government action to alleviate human suffering and provide humanitarian  
7 assistance. The state expenditure limit may be exceeded for no more  
8 than twenty-four months following the declaration of the emergency and  
9 only for the purposes contained in the emergency declaration.

10 (b) Additional taxes required for an emergency under this section  
11 may be imposed only until thirty days following the next general  
12 election, unless an extension is approved at that general election.  
13 The additional taxes shall expire upon expiration of the declaration of  
14 emergency. The legislature shall not impose additional taxes for  
15 emergency purposes under this subsection unless funds in the education  
16 construction fund have been exhausted.

17 (c) The state or any political subdivision of the state shall not  
18 impose any tax on intangible property listed in RCW 84.36.070 as that  
19 statute exists on January 1, 1993.

20 (4) If the cost of any state program or function is shifted from  
21 the state general fund on or after January 1, 1993, to another source  
22 of funding, or if moneys are transferred from the state general fund to  
23 another fund or account, the state expenditure limit committee, acting  
24 pursuant to RCW 43.135.025(5), shall lower the state expenditure limit  
25 to reflect the shift. For purposes of this section, expenditures from  
26 the pension funding stabilization account shall not be considered a  
27 state program cost shift from the state general fund to another  
28 account. For the purposes of this section, a transfer of money from  
29 the state general fund to another fund or account includes any state  
30 legislative action taken that has the effect of reducing revenues from  
31 a particular source, where such revenues would otherwise be deposited  
32 into the state general fund, while increasing the revenues from that  
33 particular source to another state or local government account. This  
34 subsection does not apply to the dedication or use of lottery revenues  
35 under RCW 67.70.240(3) or property taxes under RCW 84.52.068, in  
36 support of education or education expenditures.

37 (5) If the cost of any state program or function is shifted to the  
38 state general fund on or after January 1, 2000, from another source of  
39 funding, or if moneys are transferred to the state general fund from

1 another fund or account, the state expenditure limit committee, acting  
2 pursuant to RCW 43.135.025(5), shall increase the state expenditure  
3 limit to reflect the shift.

4 **Sec. 9.** RCW 43.84.092 and 2005 c 514 s 1105, 2005 c 353 s 3, 2005  
5 c 339 s 22, 2005 c 314 s 109, 2005 c 312 s 7, and 2005 c 94 s 1 are  
6 each reenacted and amended to read as follows:

7 (1) All earnings of investments of surplus balances in the state  
8 treasury shall be deposited to the treasury income account, which  
9 account is hereby established in the state treasury.

10 (2) The treasury income account shall be utilized to pay or receive  
11 funds associated with federal programs as required by the federal cash  
12 management improvement act of 1990. The treasury income account is  
13 subject in all respects to chapter 43.88 RCW, but no appropriation is  
14 required for refunds or allocations of interest earnings required by  
15 the cash management improvement act. Refunds of interest to the  
16 federal treasury required under the cash management improvement act  
17 fall under RCW 43.88.180 and shall not require appropriation. The  
18 office of financial management shall determine the amounts due to or  
19 from the federal government pursuant to the cash management improvement  
20 act. The office of financial management may direct transfers of funds  
21 between accounts as deemed necessary to implement the provisions of the  
22 cash management improvement act, and this subsection. Refunds or  
23 allocations shall occur prior to the distributions of earnings set  
24 forth in subsection (4) of this section.

25 (3) Except for the provisions of RCW 43.84.160, the treasury income  
26 account may be utilized for the payment of purchased banking services  
27 on behalf of treasury funds including, but not limited to, depository,  
28 safekeeping, and disbursement functions for the state treasury and  
29 affected state agencies. The treasury income account is subject in all  
30 respects to chapter 43.88 RCW, but no appropriation is required for  
31 payments to financial institutions. Payments shall occur prior to  
32 distribution of earnings set forth in subsection (4) of this section.

33 (4) Monthly, the state treasurer shall distribute the earnings  
34 credited to the treasury income account. The state treasurer shall  
35 credit the general fund with all the earnings credited to the treasury  
36 income account except:

37 (a) The following accounts and funds shall receive their  
38 proportionate share of earnings based upon each account's and fund's

1 average daily balance for the period: The capitol building  
2 construction account, the Cedar River channel construction and  
3 operation account, the Central Washington University capital projects  
4 account, the charitable, educational, penal and reformatory  
5 institutions account, the common school construction fund, the county  
6 criminal justice assistance account, the county sales and use tax  
7 equalization account, the data processing building construction  
8 account, the deferred compensation administrative account, the deferred  
9 compensation principal account, the department of retirement systems  
10 expense account, the developmental disabilities community trust  
11 account, the drinking water assistance account, the drinking water  
12 assistance administrative account, the drinking water assistance  
13 repayment account, the Eastern Washington University capital projects  
14 account, the education construction fund, the education legacy trust  
15 account, the election account, the emergency reserve fund, The  
16 Evergreen State College capital projects account, the federal forest  
17 revolving account, the freight mobility investment account, the health  
18 services account, the public health services account, the health system  
19 capacity account, the personal health services account, the state  
20 higher education construction account, the higher education  
21 construction account, the highway infrastructure account, the high-  
22 occupancy toll lanes operations account, the industrial insurance  
23 premium refund account, the judges' retirement account, the judicial  
24 retirement administrative account, the judicial retirement principal  
25 account, the local leasehold excise tax account, the local real estate  
26 excise tax account, the local sales and use tax account, the medical  
27 aid account, the mobile home park relocation fund, the multimodal  
28 transportation account, the municipal criminal justice assistance  
29 account, the municipal sales and use tax equalization account, the  
30 natural resources deposit account, the oyster reserve land account, the  
31 pension funding stabilization account, the perpetual surveillance and  
32 maintenance account, the public employees' retirement system plan 1  
33 account, the public employees' retirement system combined plan 2 and  
34 plan 3 account, the public facilities construction loan revolving  
35 account beginning July 1, 2004, the public health supplemental account,  
36 the Puyallup tribal settlement account, the real estate appraiser  
37 commission account, the regional transportation investment district  
38 account, the resource management cost account, the rural Washington  
39 loan fund, the site closure account, the small city pavement and

1 sidewalk account, the special wildlife account, the state employees'  
2 insurance account, the state employees' insurance reserve account, the  
3 state investment board expense account, the state investment board  
4 commingled trust fund accounts, the supplemental pension account, the  
5 Tacoma Narrows toll bridge account, the teachers' retirement system  
6 plan 1 account, the teachers' retirement system combined plan 2 and  
7 plan 3 account, the tobacco prevention and control account, the tobacco  
8 settlement account, the transportation infrastructure account, the  
9 transportation partnership account, the tuition recovery trust fund,  
10 the University of Washington bond retirement fund, the University of  
11 Washington building account, the volunteer fire fighters' and reserve  
12 officers' relief and pension principal fund, the volunteer fire  
13 fighters' and reserve officers' administrative fund, the Washington  
14 fruit express account, the Washington judicial retirement system  
15 account, the Washington law enforcement officers' and fire fighters'  
16 system plan 1 retirement account, the Washington law enforcement  
17 officers' and fire fighters' system plan 2 retirement account, the  
18 Washington school employees' retirement system combined plan 2 and 3  
19 account, the Washington state health insurance pool account, the  
20 Washington state patrol retirement account, the Washington State  
21 University building account, the Washington State University bond  
22 retirement fund, the water pollution control revolving fund, and the  
23 Western Washington University capital projects account. Earnings  
24 derived from investing balances of the agricultural permanent fund, the  
25 normal school permanent fund, the permanent common school fund, the  
26 scientific permanent fund, and the state university permanent fund  
27 shall be allocated to their respective beneficiary accounts. All  
28 earnings to be distributed under this subsection (4)(a) shall first be  
29 reduced by the allocation to the state treasurer's service fund  
30 pursuant to RCW 43.08.190.

31 (b) The following accounts and funds shall receive eighty percent  
32 of their proportionate share of earnings based upon each account's or  
33 fund's average daily balance for the period: The aeronautics account,  
34 the aircraft search and rescue account, the county arterial  
35 preservation account, the department of licensing services account, the  
36 essential rail assistance account, the ferry bond retirement fund, the  
37 grade crossing protective fund, the high capacity transportation  
38 account, the highway bond retirement fund, the highway safety account,  
39 the motor vehicle fund, the motorcycle safety education account, the

1 pilotage account, the public transportation systems account, the Puget  
2 Sound capital construction account, the Puget Sound ferry operations  
3 account, the recreational vehicle account, the rural arterial trust  
4 account, the safety and education account, the special category C  
5 account, the state patrol highway account, the transportation 2003  
6 account (nickel account), the transportation equipment fund, the  
7 transportation fund, the transportation improvement account, the  
8 transportation improvement board bond retirement account, and the urban  
9 arterial trust account.

10 (5) In conformance with Article II, section 37 of the state  
11 Constitution, no treasury accounts or funds shall be allocated earnings  
12 without the specific affirmative directive of this section.

13 **Sec. 10.** RCW 43.84.092 and 2005 c 514 s 1106, 2005 c 353 s 4, 2005  
14 c 339 s 23, 2005 c 314 s 110, 2005 c 312 s 8, and 2005 c 94 s 2 are  
15 each reenacted and amended to read as follows:

16 (1) All earnings of investments of surplus balances in the state  
17 treasury shall be deposited to the treasury income account, which  
18 account is hereby established in the state treasury.

19 (2) The treasury income account shall be utilized to pay or receive  
20 funds associated with federal programs as required by the federal cash  
21 management improvement act of 1990. The treasury income account is  
22 subject in all respects to chapter 43.88 RCW, but no appropriation is  
23 required for refunds or allocations of interest earnings required by  
24 the cash management improvement act. Refunds of interest to the  
25 federal treasury required under the cash management improvement act  
26 fall under RCW 43.88.180 and shall not require appropriation. The  
27 office of financial management shall determine the amounts due to or  
28 from the federal government pursuant to the cash management improvement  
29 act. The office of financial management may direct transfers of funds  
30 between accounts as deemed necessary to implement the provisions of the  
31 cash management improvement act, and this subsection. Refunds or  
32 allocations shall occur prior to the distributions of earnings set  
33 forth in subsection (4) of this section.

34 (3) Except for the provisions of RCW 43.84.160, the treasury income  
35 account may be utilized for the payment of purchased banking services  
36 on behalf of treasury funds including, but not limited to, depository,  
37 safekeeping, and disbursement functions for the state treasury and  
38 affected state agencies. The treasury income account is subject in all

1 respects to chapter 43.88 RCW, but no appropriation is required for  
2 payments to financial institutions. Payments shall occur prior to  
3 distribution of earnings set forth in subsection (4) of this section.

4 (4) Monthly, the state treasurer shall distribute the earnings  
5 credited to the treasury income account. The state treasurer shall  
6 credit the general fund with all the earnings credited to the treasury  
7 income account except:

8 (a) The following accounts and funds shall receive their  
9 proportionate share of earnings based upon each account's and fund's  
10 average daily balance for the period: The capitol building  
11 construction account, the Cedar River channel construction and  
12 operation account, the Central Washington University capital projects  
13 account, the charitable, educational, penal and reformatory  
14 institutions account, the common school construction fund, the county  
15 criminal justice assistance account, the county sales and use tax  
16 equalization account, the data processing building construction  
17 account, the deferred compensation administrative account, the deferred  
18 compensation principal account, the department of retirement systems  
19 expense account, the developmental disabilities community trust  
20 account, the drinking water assistance account, the drinking water  
21 assistance administrative account, the drinking water assistance  
22 repayment account, the Eastern Washington University capital projects  
23 account, the education construction fund, the education legacy trust  
24 account, the election account, the emergency reserve fund, The  
25 Evergreen State College capital projects account, the federal forest  
26 revolving account, the freight mobility investment account, the health  
27 services account, the public health services account, the health system  
28 capacity account, the personal health services account, the state  
29 higher education construction account, the higher education  
30 construction account, the highway infrastructure account, the high-  
31 occupancy toll lanes operations account, the industrial insurance  
32 premium refund account, the judges' retirement account, the judicial  
33 retirement administrative account, the judicial retirement principal  
34 account, the local leasehold excise tax account, the local real estate  
35 excise tax account, the local sales and use tax account, the medical  
36 aid account, the mobile home park relocation fund, the multimodal  
37 transportation account, the municipal criminal justice assistance  
38 account, the municipal sales and use tax equalization account, the  
39 natural resources deposit account, the oyster reserve land account, the

1 pension funding stabilization account, the perpetual surveillance and  
2 maintenance account, the public employees' retirement system plan 1  
3 account, the public employees' retirement system combined plan 2 and  
4 plan 3 account, the public facilities construction loan revolving  
5 account beginning July 1, 2004, the public health supplemental account,  
6 the public works assistance account, the Puyallup tribal settlement  
7 account, the real estate appraiser commission account, the regional  
8 transportation investment district account, the resource management  
9 cost account, the rural Washington loan fund, the site closure account,  
10 the small city pavement and sidewalk account, the special wildlife  
11 account, the state employees' insurance account, the state employees'  
12 insurance reserve account, the state investment board expense account,  
13 the state investment board commingled trust fund accounts, the  
14 supplemental pension account, the Tacoma Narrows toll bridge account,  
15 the teachers' retirement system plan 1 account, the teachers'  
16 retirement system combined plan 2 and plan 3 account, the tobacco  
17 prevention and control account, the tobacco settlement account, the  
18 transportation infrastructure account, the transportation partnership  
19 account, the tuition recovery trust fund, the University of Washington  
20 bond retirement fund, the University of Washington building account,  
21 the volunteer fire fighters' and reserve officers' relief and pension  
22 principal fund, the volunteer fire fighters' and reserve officers'  
23 administrative fund, the Washington fruit express account, the  
24 Washington judicial retirement system account, the Washington law  
25 enforcement officers' and fire fighters' system plan 1 retirement  
26 account, the Washington law enforcement officers' and fire fighters'  
27 system plan 2 retirement account, the Washington public safety  
28 employees' plan 2 retirement account, the Washington school employees'  
29 retirement system combined plan 2 and 3 account, the Washington state  
30 health insurance pool account, the Washington state patrol retirement  
31 account, the Washington State University building account, the  
32 Washington State University bond retirement fund, the water pollution  
33 control revolving fund, and the Western Washington University capital  
34 projects account. Earnings derived from investing balances of the  
35 agricultural permanent fund, the normal school permanent fund, the  
36 permanent common school fund, the scientific permanent fund, and the  
37 state university permanent fund shall be allocated to their respective  
38 beneficiary accounts. All earnings to be distributed under this

1 subsection (4)(a) shall first be reduced by the allocation to the state  
2 treasurer's service fund pursuant to RCW 43.08.190.

3 (b) The following accounts and funds shall receive eighty percent  
4 of their proportionate share of earnings based upon each account's or  
5 fund's average daily balance for the period: The aeronautics account,  
6 the aircraft search and rescue account, the county arterial  
7 preservation account, the department of licensing services account, the  
8 essential rail assistance account, the ferry bond retirement fund, the  
9 grade crossing protective fund, the high capacity transportation  
10 account, the highway bond retirement fund, the highway safety account,  
11 the motor vehicle fund, the motorcycle safety education account, the  
12 pilotage account, the public transportation systems account, the Puget  
13 Sound capital construction account, the Puget Sound ferry operations  
14 account, the recreational vehicle account, the rural arterial trust  
15 account, the safety and education account, the special category C  
16 account, the state patrol highway account, the transportation 2003  
17 account (nickel account), the transportation equipment fund, the  
18 transportation fund, the transportation improvement account, the  
19 transportation improvement board bond retirement account, and the urban  
20 arterial trust account.

21 (5) In conformance with Article II, section 37 of the state  
22 Constitution, no treasury accounts or funds shall be allocated earnings  
23 without the specific affirmative directive of this section.

24 NEW SECTION. **Sec. 11.** Section 9 of this act expires July 1, 2006.

25 NEW SECTION. **Sec. 12.** Sections 7 and 8 of this act expire July 1,  
26 2007.

27 NEW SECTION. **Sec. 13.** This act is necessary for the immediate  
28 preservation of the public peace, health, or safety, or support of the  
29 state government and its existing public institutions, and takes effect  
30 immediately, except section 10 of this act, which takes effect July 1,  
31 2006."  
32

1 SSB 6896 - S AMD  
2 By Senator

3 On page 1, line 1 of the title, after "Relating to" strike the  
4 remainder of the title and insert "funding state budgetary reserves  
5 including an adjustment to the state expenditure limit; amending RCW  
6 43.135.025 and 43.135.035; reenacting and amending RCW 43.84.092 and  
7 43.84.092; adding new sections to chapter 41.45 RCW; making  
8 appropriations; providing an effective date; providing expiration  
9 dates; and declaring an emergency."

--- END ---